# GOVERNMENT OF INDIA
# LABOUR AND EMPLOYMENT
# LOK SABHA

UNSTARRED QUESTION NO:3762
ANSWERED ON:22.08.2005
INVESTMENT OF FUND OF EPF
Agarwal Shri Dhirendra;Chavda Shri Harisinh Pratapsinh

**Will the Minister of LABOUR AND EMPLOYMENT be pleased to state:**

(a) the procedure to invest the funds received in EPF;

(b) break-up of various investments made out of these funds at present;

(c) whether investment of these funds is not yielding returns;

(d) the details of the profit earned through these funds during the last three years, Year-wise;

(e) whether any irregularity has been committed in the investment process; and

(f) if so, the details thereof and action taken thereon?

## Answer

MINISTER OF LABOUR AND EMPLOYMENT(SHRI K. CHANDRASEKHAR RAO)

(a): Investment of monies belonging to Employees` Provident Fund is made in accordance with the provisions contained in Paragraph 52 of the Employees Provident Fund Scheme, 1952 and as per the pattern of investment prescribed by the Central Government.

(b): The category-wise investment holding in EPF account as on 31.03.2005 was as under:-

| Category | Holding as on 31.03.2005 (Rs. In crores) |
|---|---|
| Central Govt. Securities | 9188.77 |
| State Govt. | 6918.46 |
| Govt. Guaranteed Securities | 385.77 |
| Special Deposit Scheme | 52096.15 |
| Public Sector Financial Institutions | 11175.33 |
| Total | 79764.48 |

(c): The different categories of investments yield different returns depending upon various macro-economic factors.

(d): The year-wise details of interest earned during the past three years is as under:

(Rupees in Crores)

| Year | Interest |
|---|---|
| 2002-03 | 5790.35 |
| 2003-04 | 5871.73 |
| 2004-05 | 6138.16 |

(e): No, Sir.

(f): Does not arise in view of (e) above.